

A Focus on Global High-Quality Growth

Global equity management focuses primarily on large U.S. and multinational companies that demonstrate global leadership in their sector. These companies generally have steady growth rates, high returns on invested capital, dominant positions in world markets or their region and strong balance sheets to reduce financial risk.

Our approach targets U.S. and international companies that benefit from exposure to economies typically growing at a rate higher than global GDP. The emphasis is on non-cyclical companies with a competitive advantage in their industry.

PORTFOLIO CONSTRUCTION

- Market capitalization > U\$1B; EM market capitalization > U\$500M.
- Non-index emerging market limited to 10% weighting; non-index emerging country limited to 5% weighting.
- Maximum sector weight of the Fund as defined by the Global Industry Classification Standard (GICS®) is the greater of 25% or Index sector weight plus 15%.
- Maximum market value in a single issuer: 10%.

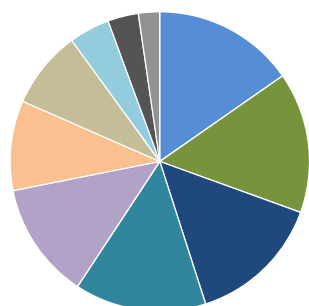
ANNUALIZED PERFORMANCE (%)

As of March 31, 2019	3 mos.	1 yr	3 yrs	5 yrs	7 yrs	10 yrs	Since Inc. (09/05)
JF Global Equity Fund	9.3	9.8	12.4	11.6	14.6	14.0	8.1
MSCI World Net C\$ ¹	10.0	7.8	11.9	11.1	14.1	13.5	7.8

CALENDAR YEAR PERFORMANCE (%)

To December 31 st	2018	2017	2016	2015	2014	2013	2012
JF Global Equity Fund	1.5	14.6	4.6	18.7	14.0	34.0	17.3
MSCI World Net C\$ ¹	-0.5	14.4	3.8	19.5	15.0	35.9	14.0

SECTOR WEIGHTINGS



- Information Technology 15.3%
- Industrials 15.2%
- Health Care 14.5%
- Consumer Staples 14.2%
- Financials 12.6%
- Communication Services 9.7%
- Consumer Discretionary 8.4%
- Materials 4.4%
- Energy 3.3%
- Cash & Equivalents 2.3%

Inception Date	September 30, 2005
NAV per Unit	C\$16.5916
Semi-Annual Distribution	C\$0.1231(12/31/18)
Fund Size (\$M)	C\$271.3
Benchmark	MSCI World Net ¹

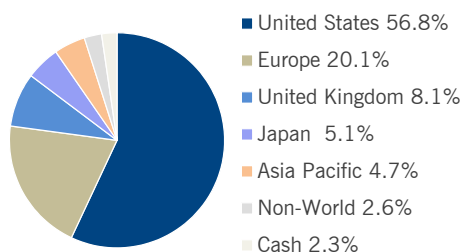
PORTFOLIO CHARACTERISTICS

*5-year period	Fund	Benchmark
Yield (%)	2.0	2.5
Weighted Avg. Market Cap (\$B)	\$233.6	\$213.6
Turnover (5-yr avg. to 12/31/18)	10.9	-
Sharpe Ratio*	1.1	1.0
Standard Deviation*	9.4	10.1
Upside Capture*	101.6	100.0
Downside Capture*	97.2	100.0
Batting Average*	0.5	-

TOP 10 HOLDINGS

Company	% of Fund
Alphabet (Class A&C)	4.5
Microsoft	3.7
IQVIA Holdings	2.9
Abbott Laboratories	2.7
Mastercard	2.7
Verisk Analytics	2.7
Becton Dickinson & Co.	2.6
Comast Corp.	2.6
Fiserv Inc.	2.6
UnitedHealth Group	2.3
Total for Top 10	29.2

GEOGRAPHICAL BREAKDOWN



MARKET & ECONOMIC REVIEW

The final month of the first quarter continued the positive trend in markets seen since the turn of the year. Almost all markets, both bond and equity saw strong returns, and for the quarter as a whole it would seem that the concerns felt in December 2018 have all but dissipated. The December collapse was driven predominantly by three factors: fears that higher interest rates would cause a premature end to U.S. economic expansion, concerns over the potential escalation of the trade war between the U.S. and China, and the potential for a broader-based slowdown in global GDP growth. The correction in December reduced the pressure on China to increase tariffs and led to a more considered approach on the part of the U.S. Federal Reserve, to the extent that the market is now betting that the next change in rates is most likely to be a cut.

With politics and economics so intertwined, there are a number of non-fundamental factors that investors have been watching closely. Brexit may be top of mind, with the already extended deadline for a deal fast approaching. The effect on the U.K. economy and markets hangs in the balance.

In the U.S., the extended government shutdown came to an end, the ratification of the “new” USMCA and slowing economic growth are cause for concern. Trade negotiations continue between the U.S. and China, and signs of progress served to improve sentiment throughout the quarter. Given the size of both the U.S. and Chinese economies, their progress towards a resumption of trade is a key factor in restoring some confidence to global trade. Both the EU and Japan have meaningful trade relationships with China which are key components of their growth. Business and investment activities have remained subdued as negotiations have intensified, and we expect an acceptable outcome to improve confidence in due course.

PORTFOLIO REVIEW

Global indexes posted one of the strongest starts in 20 years during the first quarter of 2019. In stark contrast to the previous period, all sectors showed positive returns.

The global equity portfolio slightly underperformed compared to the MSCI World Daily Index, which posted a return of 10.2%. The top performing sector in the U.S. portion of the portfolio was Information Technology (+18%), while other top performers included Energy (+17%) and Communication Services (+12%). More speculative stocks like Facebook, Netflix and Apple handily outpaced the index. In contrast, our traditional areas of emphasis like Consumer Staples (+6%) and Financials (+2%) lagged the index. We think the issues are largely related to sentiment rather than fundamentals.

A top detractor to performance this quarter was Walgreens (-9%). Another area of relative weakness in the quarter was found in global banks. While none of our holdings suffered disproportionately, ongoing global macroeconomic concerns and interest rate dynamics have de-rated the shares on a relative basis.

INVESTMENT STRATEGY

As is often the case with predicting the path of financial markets, it is hard to argue that all of the uncertainty that abounded in late 2018 has gone away. We still cannot be sure that the more dovish tone expressed by the U.S. and Canadian central banks means that we have reached the peak of short-term interest rates.

For the most part, the global economy still looks to be in reasonable shape. However, a number of leading indicators are pointing to slower growth. We also know that in the late stages of most economic expansions, market returns tend to be strong.

We continue to focus on high-quality holdings with strong fundamentals and sustainable business models. These companies typically have superior growth rates, high returns on invested capital and strong balance sheets. The portfolio's positioning emphasizes long-term secular growth end markets, and limits exposure to countries with questionable fundamentals.

INVESTMENT TEAM

Jarislowsky Fraser has a team-based approach that anchors a culture of collaborative decision-making. The Investment Strategy Committee (ISC), our central risk and investment oversight body, oversees the entire investment process to ensure that investment decisions adhere to the firm's long-standing philosophy and process.

¹ Prior to 01/01/2016, the benchmark was MSCI World C\$ gross.

Returns for the JF Pooled Funds have been calculated using the net asset value (NAV), are gross of management fees and in Canadian dollars. C\$ Index returns and NAV values have been calculated using the London 4PM closing FX rates. Complete Investment Policy guidelines are available upon request.

JF Pooled Funds are only available to Canadian residents. Past performance is not a guide to future performance. Future returns are not guaranteed. Investment return and principal value of an investment in the fund will fluctuate so that an investor's shares when redeemed may be worth more or less than their original cost. This document is prepared by Jarislowsky, Fraser Limited (JFL) and is provided for information purposes only, it is not intended to convey investment, legal, tax or individually tailored investment advice. All opinions and estimates contained in this report constitute JFL's judgment as of the time of writing and are provided in good faith. All data, facts and opinions presented in this document may change without notification. No use of the Jarislowsky, Fraser Limited name or any information contained in this report may be copied or redistributed without the prior written approval of JFL.

Source: TD Securities, S&P, Bloomberg, eVestment Alliance, MSCI Inc., FTSE TMX Global Debt Capital Markets Inc.